PUBLIC NOTICE

For

<u>Air Quality Acid Rain Permit</u> for Luna Energy Facility of Public Service Company of New Mexico (PNM)

Public Service Company of New Mexico (PNM) at 2401 Aztec Rd NE, MS Z100, Albuquerque, NM 87107 has submitted an air quality acid rain permit renewal application to the New Mexico Environment Department (NMED) for an air quality acid rain permit for its Luna Energy Facility, previously called the Deming Energy Facility. The owner of this plant is Public Service Company of New Mexico (PNM). The exact location of the facility is at latitude 32 deg, 17 min, 55.8 sec; and longitude -107 deg, 47 min, 0 sec. This facility is located approximately 3 miles north of Deming in Luna County, New Mexico. This application file has been assigned an Operating Permit Number P209-AR2 and TEMPO Agency Interest ID No. 878.

Previously, the facility received an air quality construction permit (PSD-NM-2450-M2R1 issued June 26, 2013), and is in operation.

This facility is an electrical energy generating station which uses pipeline quality natural gas to fire two gas turbines to produce steam which is then sent to a single steam turbine generator. Each of the two combustion turbines has the capability of supplemental firing for additional generation capacity during periods of peak electrical demand. At full firing rate, the facility has the capacity to generate up to a nominal 618 MW.

Per 20.2.70.401.C.(4) NMAC, this permitting action involves a renewal of their existing acid rain permit (P209-AR1).

This permitting action does not change the existing air emission limits as listed in this facility's NSR Permit (PSD-NM-2450-M2R1), nor its TV Permit (P209-AR1).

The NMED has conducted a preliminary review of the information submitted with this permit application. This review included evaluation of the applicable requirements to determine compliance.

The NMED has made a preliminary determination that this facility will comply with the requirements of Title 20, New Mexico Administrative Code (NMAC), Chapter 2, Parts 1, 3, 7, 61, 70, 71, 72, 73, 74, 77, 82, and 84; 40 CFR 50 Subpart C; 40 CFR 60 Subparts A, Da, Dc, GG, KKK,; 40 CFR 63 Subparts A, ZZZZ; 40 CFR 64; 40 CFR 70; 40 CFR 72, 40 CFR 73, 40 CFR 75; and the New Mexico Air Quality Control Act. Therefore, the preliminary intent of NMED is to issue the permit on or before December 25, 2013.

Interested persons may submit written comments, request a public hearing, or obtain the permit application, draft permit, and relevant supporting materials by contacting the New Mexico Environment Department, Air Quality Bureau, 525 Camino de los Marquez Suite 1, Santa Fe, NM 87505-1816. The Department contact in Santa Fe is Cille Pritchard-Hoback at (505) 476-4340.

Written requests for public hearing must state the nature of the issues proposed to be raised in the hearing. Comments must be based on the requirements of the applicable state and federal air quality regulations and the Clean Air Act. Comments or hearing requests must be received within 30 days after the public notice is published.